

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 19999 210701Z

ACTION TRSE-00

INFO OCT-01 EA-10 ISO-00 CIAE-00 PM-05 H-01 INR-07
L-03 NSAE-00 NSC-05 PA-01 PRS-01 SP-02 SS-15
USIA-06 AID-05 COME-00 EB-08 FRB-03 XMB-02
OPIC-03 LAB-04 SIL-01 OMB-01 NEA-10 IO-13 CEA-01
STR-05 /113 W

-----113030 210729Z /11

R 210620Z DEC 77

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 9453

INFO AMEMBASSY JAKARTA

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USADB

FOR NAC AGENCIES

E. O. 11652: NA

TAGS: EAID, EFIN, ID

SUBJECT: BATURAJA CEMENT PROJECT (INDONESIA)

REF: (A) TREASURY 77-192 (NOTAL), (B) MANILA 19614, (C) JAKARTA
16817

1. ON DECEMBER 20, ADB BOARD OF DIRECTORS APPROVED \$23.0
MILLION EQUIVALENT LOAN FROM ORDINARY CAPITAL RESOURCES
TO INDONESIA FOR SUPPLEMENTARY LOAN FOR BATURAJA CEMENT
PROJECT. PRESS RELEASE WILL BE POUCHED.

2. IN ABSTAINING ON THE LOAN, U.S. EXECUTIVE DIRECTOR
MADE STATEMENT THAT OVERRUN WAS IN PART DUE TO INDONESIA'S
MINMANAGEMENT AND WAS NOT A PROJECT OF WHICH BANK COULD
BE PROUD. HE ADDED THAT U.S. OPPOSED FINANCING OF COST
OVERRUNS WHEN CAUSE WAS CLEARLY DUE TO FACTORS WITHIN
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CONTROL OF GOVERNMENT ITSELF. INDIAN, CANADIAN AND
AUSTRALIAN EDS QUESTIONED WHETHER REVIESED PROJECT WAS
STILL WARRANTED ON ECONOMIC GROUNDS. HOWEVER, THEY
ACCEPTED JUDGEMENT OF MANAGEMENT AND INDICATED THEIR
SUPPORT.

3. PRESIDENT SAID HE DIFFERED WITH U.S. EVALUATION

OF PROJECT WHICH WAS ESSENTIAL TO INDONESIA'S
DEVELOPMENT PROGRAM. IN RESPONSE TO CRITICAL COMMENTS
OF THE SEVERAL DIRECTORS, HE ADDED THAT BANK WOULD DO
EVERYTHING IT COULD TO AVOID SIMILAR SITUATION IN FUTURE.
EDMOND

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: CEMENT, CEMENTS
Control Number: n/a
Copy: SINGLE
Sent Date: 21-Dec-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977MANILA19999
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770475-0473
Format: TEL
From: MANILA USADB
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19771232/aaaabams.tel
Line Count: 67
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 482c16ff-c188-dd11-92da-001cc4696bcc
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 77 MANILA 19614, 77 JAKARTA 7
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 23-Feb-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 160192
Secure: OPEN
Status: NATIVE
Subject: BATURAJA CEMENT PROJECT (INDONESIA)
TAGS: EAID, EFIN, ID
To: STATE
Type: TE
vdkgvwkey: odbc://SAS/SAS.dbo.SAS_Docs/482c16ff-c188-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
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